

Order No. 202-02-1

Pursuant to the authority vested in me by section 202(c) of the Federal Power Act, 16 U.S.C. 824a(c), and section 301(b) of the Department of Energy Organization Act, 42 U.S.C. 7151(b), I hereby determine that an emergency exists on Long Island in the State of New York due to a shortage of electric energy, a shortage of facilities for the generation of electric energy, a shortage of facilities for the transmission of electric energy and other causes, and that issuance of this order will alleviate the emergency and serve the public interest. Based on this determination, I hereby order:

From the effective date and time of this order until 12:01 a.m. Eastern Daylight Time, October 1, 2002, Cross-Sound Cable Company, LLC is directed to operate the Cross-Sound Cable and related facilities connecting substations in New Haven, Connecticut and Shoreham, Long Island, New York, to transmit and deliver electric capacity and/or energy when, as and in such amounts as may be scheduled and purchased by the Long Island Power Authority (LIPA), and to take such actions as are necessary in order to enable it to do so, including but not limited to energizing and continuing to energize the facilities of Cross-Sound Cable Company, LLC; *provided*, that this order otherwise shall be limited to requiring the transmission and delivery of such electric capacity and/or energy as is necessary in the judgment of the New York Independent System Operator to meet the supply and essential reserve margin needs of LIPA, in order for LIPA to serve its firm retail customers after it has implemented all available load reduction measures consistent with good utility practice, including curtailing and/or terminating service to interruptible customers, public appeals for conservation, reducing 30 minute reserves to zero, and implementing voltage reductions; *and provided further*, that prior to exercising its judgment as required by this order, the New York Independent System Operator must consult with ISO New England, Inc. to ensure that the scheduling of such electric capacity and/or energy will not violate system operating criteria, and the New York Independent System Operator should, as practicable, consult with appropriate reliability organizations. If necessary, just and reasonable terms for the transmission and delivery of electric capacity and/or energy pursuant to this order, including the compensation therefore, shall be established by a supplemental order issued pursuant to Federal Power Act section 202(c).

Nothing in this order shall preclude use of the energized Cross-Sound Cable and its related facilities connecting substations in New Haven, Connecticut and Shoreham, Long Island, New York, to transmit and deliver electric capacity and/or energy from Long Island to Connecticut or from Connecticut to Long Island in accordance with the operating and scheduling protocols and decisions of the New York Independent System Operator and ISO New England, Inc.

This order shall be effective upon its issuance.

Issued in Washington, D.C. at 2:38 p.m. this 16th day of August, 2002.

Spencer Abraham

Secretary of Energy